



MIAMI-DADE COUNTY, FLORIDA

MERRETT R. STIERHEIM
COUNTY MANAGER



June 1, 1999

Dear Bondholders:

Once again, I am pleased to submit Miami-Dade County's **Annual Report to to Bondholder**. This Report is presented in accordance with the requirements of the Securities and Exchange Commission's Rule 15-c2-12 and cover all outstanding bonds issued through fiscal year ended September 30, 1998.

This document includes pertinent information on Miami-Dade County, and each outstanding bond issue and underlying pledge. As presented in our audited financial statement for fiscal year ending September 30, 1998 the County's financial position, which has always been strong, in fact improved. Also, to highlight the County's progress with year 2000 (Y2K) preparation efforts, as of May 31, 1999, of 445 mission critical applications, 77% were already compliant, 18% are being addressed, and the remaining 6% will be addressed by late 1999. Departments will also complete 2YK contingency plans by June 30, 1999 to ensure the County is prepared to respond to any unanticipated Y2K-related occurrences.

It is our intention to fully disclose all relevant information related to the bond activity of Miami-Dade County in a professional and thorough report to the investment community. I believe you will find this document does an excellent job of doing just that. Accuracy and full disclosure are fundamental goals of our Finance Department and its Division of Bond Administration. Particular recognition goes to the Division of Bond Administration which painstakingly worked to present this Report in a comprehensive manner to enable you, the bondholder, to gain an understanding of Miami-Dade County's debt management.

Sincerely,

A handwritten signature in dark ink, appearing to read "Merrett R. Stierheim", followed by a horizontal line.

Merrett R. Stierheim
County Manager

STEPHEN P. CLARK CENTER - 111 N.W. FIRST STREET - SUITE 2910 - MIAMI, FLORIDA 33128-1994 - (305) 375-5311